Alberta Economy

Indicators at a Glance

Real GDP by Industry

In 2015, Alberta's real GDP by industry fell by 4.0%, the largest drop among the provinces and the first decline in GDP since the 2009 global financial crisis. Nationally, real GDP grew by 0.9% in 2015, down from 2.5% in 2014.

Population

Alberta's population was 4,249,842 as of April 1, 2016. This was an increase of 1.8% from the year prior. Canada's population grew 1.1% from a year ago.

Migration

Net migration to Alberta was 10,262 in the first quarter of 2016. During this time, Alberta welcomed 12,050 net international migrants. However, there was a net outflow of interprovincial migrants (-1,788), the second consecutive quarterly decline.

Employment[1]

Alberta lost 1,400 jobs in July. The losses were in full-time positions and in the private sector. Goods sector employment fell (-5,000), while services gained (+3,600). Employment was down 2.1% year-over-year (y/y).

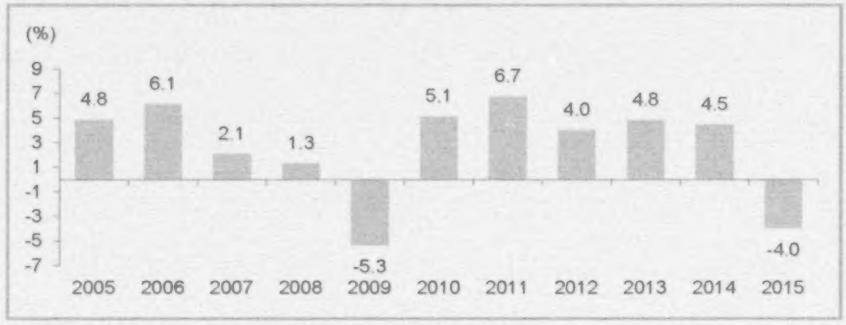
Unemployment Rate[1]

The unemployment rate increased 0.7 percentage points to 8.6% in July, the highest level seen since 1994. Canada's unemployment rate ticked up to 6.9%.

Rigs Drilling

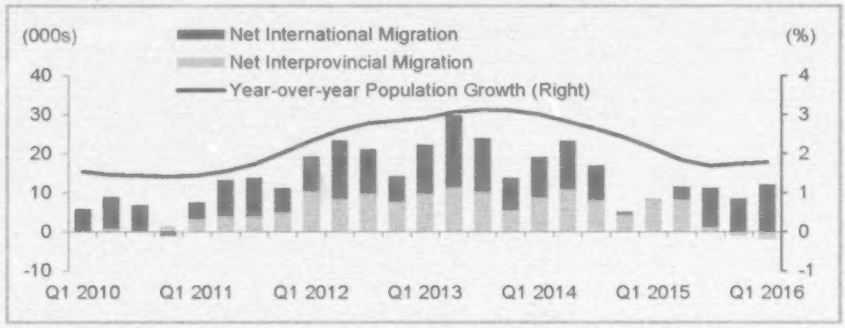
Alberta's rigs drilling count averaged 58 active rigs in July, a historical monthly low. Across Canada, there were 85 active rigs drilling, also a historical monthly low. Canadian rigs drilling was down 53% y/y.

Real GDP by Industry
Annual, % change



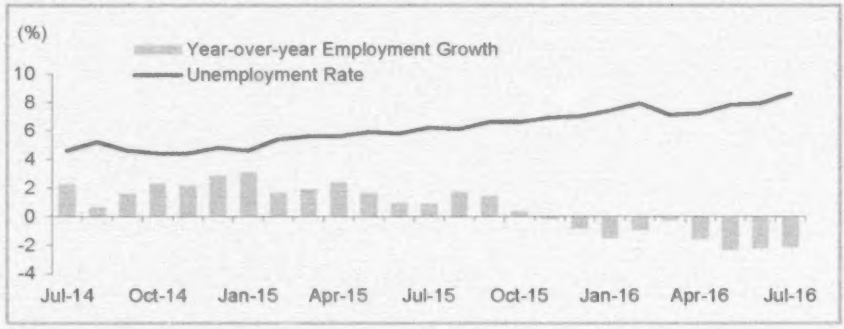
Source: Statistics Canada

Demographics
Quarterly



Source: Statistics Canada

Labour Market
Monthly



Source: Statistics Canada

Alberta Government

August 12, 2016
Treasury Board and Finance
Economics and Revenue Forecasting

Inflation

The Alberta Consumer Price Index (CPI) rose 1.3% y/y in June. Rent was down 1.3% y/y. Gasoline prices continue to recover from a February low, but were still down 2.1% y/y. Excluding food and energy, inflation rose 1.8% y/y.

Average Weekly Earnings[1]

Average weekly earnings (AWE) in Alberta fell 1.1% in May to $1,107. Compared with the previous year, Alberta's AWE was down 3.7%. Canadian AWE rose 0.2% to $956.

Retail Sales[1]

Alberta retail sales decreased 0.4% from April to total $6.2 billion in May. After the first year-over-year increase in 15 months sales were down 0.9% y/y in May.

NEW: Housing Starts[1]

Alberta housing starts increased to 25,769 (annualized) in July. However, housing starts are down 26% y/y, driven by multi-family starts, down 32% y/y and single-family starts down 16% y/y.

NEW: New Housing Price Index

Alberta's New Housing Price Index (NHPI) was down 0.4% in June, and down 0.5% y/y. Calgary's NHPI was down 1.0% y/y and Edmonton's NHPI was down a modest 0.2% y/y.

NEW: Building Permits[1]

Alberta building permits fell 3% in June to $878 million. Building permits were down 41% y/y and 22% year-to-date. Residential permits were down 39% y/y, and non-residential permits fell 44% y/y.

[1] Seasonally adjusted

Contact

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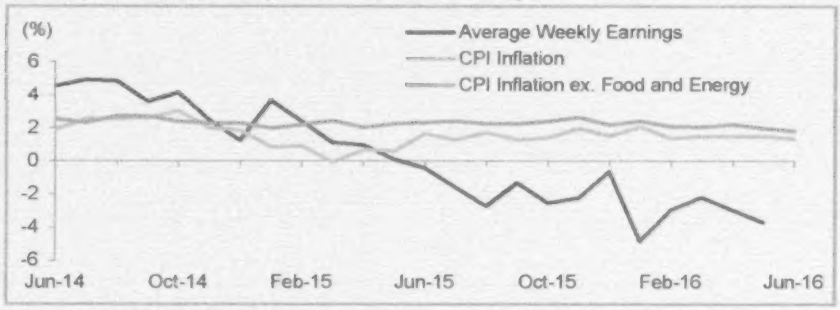
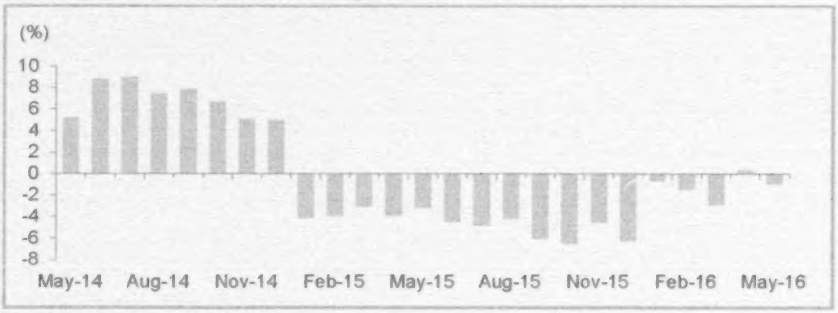
Inflation and Earnings
Monthly, CPI and AWE, year-over-year % change



Source: Statistics Canada

Retail Sales
Monthly, year-over-year % change



Source: Statistics Canada

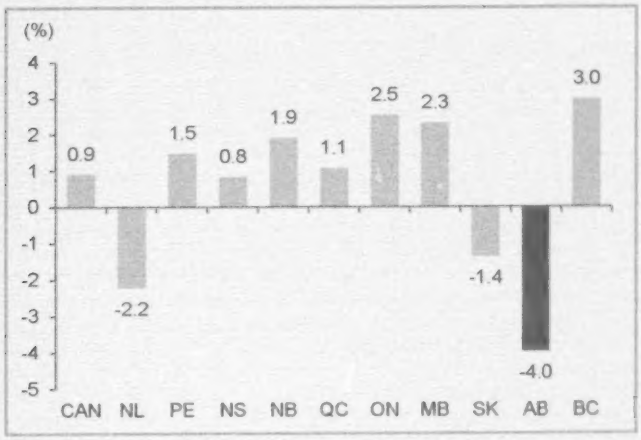
Housing Market
Monthly

Source: Statistics Canada

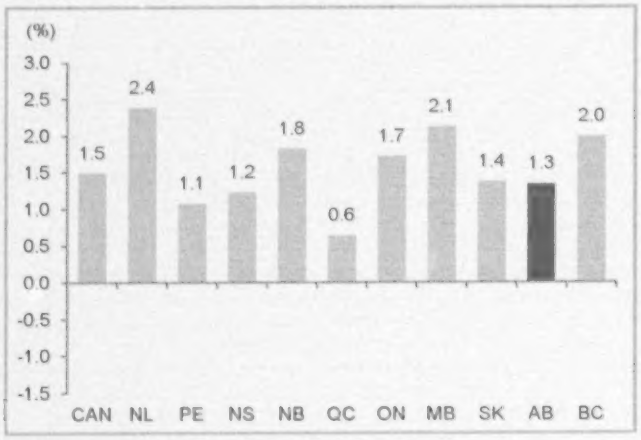
	Canadian Dollar (US¢/$CAN)	WTI Oil ($US/bbl)	NYMEX Natural Gas ($US/MMBtu)	Alberta Reference Price ($C/GJ)
Latest (August 11, 2016)	76.88	43.49	2.55	0.94 (May)
Fiscal year-to-date	77.28	45.06	2.40	1.03

Please see the *Weekly Economic Review* for current analysis on the Alberta economy.

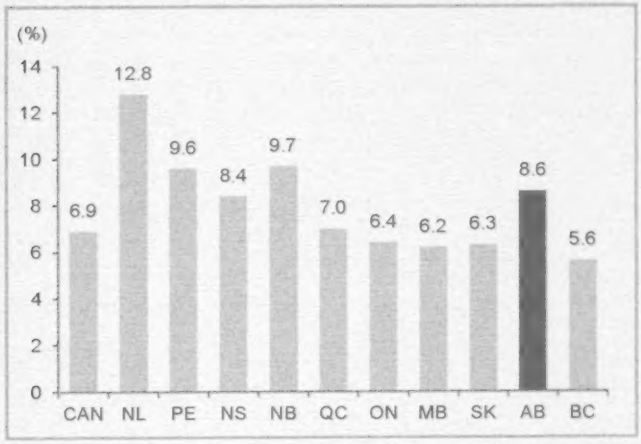
Real GDP by Industry (Basic Prices)
(2015, year-over-year growth)



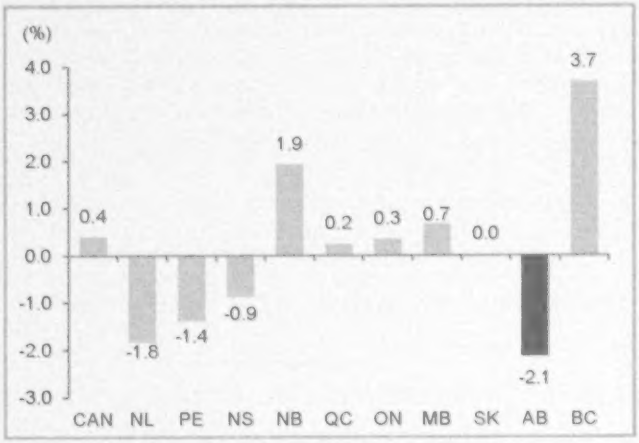
CPI Inflation
(June 2016, year-over-year growth)



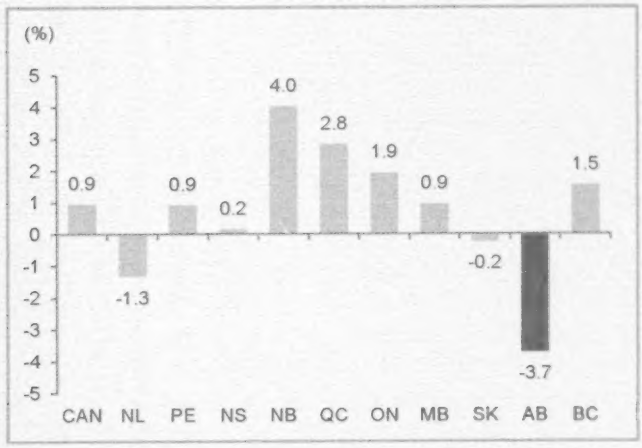
Unemployment Rate
(July 2016)



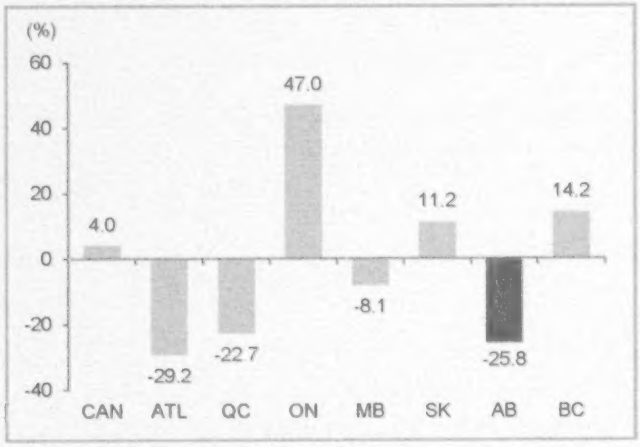
Employment
(July 2016, year-over-year growth)



Average Weekly Earnings
(May 2016, year-over-year growth)



Housing Starts
(July 2016, SAAR, year-over-year growth)



Alberta Economic Indicators

Population[1]	2014	2015	2016YTD	Feb-16	Mar-16	Apr-16	May-16	Jun-16	Jul-16
Population (thousands)	4,121	4,196	4,250			4,250			
y/y % change	2.8	1.8	1.8			1.8			
Net interprovincial Migration	35,382	28,921	-1,531			-1,788			
Net International Migration	44,922	13,058	30,600			12,050			
Labour Market									
Employment (thousands, SA)	2,275	2,301	2,268	2,278	2,296	2,276	2,252	2,250	2,248
m/m change (thousands)				1.4	18.9	-20.8	-24.1	-1.9	-1.4
y/y % change	2.2	1.2	-1.6	-0.9	-0.2	-1.6	-2.3	-2.2	-2.1
Unemployment Rate (%, SA)	4.7	6.0	7.7	7.9	7.1	7.2	7.8	7.9	8.6
Participation Rate (%, SA)	72.7	73.0	72.4	73.0	72.9	72.3	71.9	71.8	72.3
Average Weekly Earnings ($, SA)	1,149	1,146	1,119	1,123	1,129	1,120	1,108		
y/y % change	3.8	0.3	-3.3	-3.0	-2.2	-3.0	-3.7		
Household Sector									
Retail Sales ($ million, SA)	78,582	74,989	30,826	6,131	6,120	6,231	6,204		
y/y % change	7.5	-4.6	-1.1	-1.5	-2.9	0.4	-0.9		
New Vehicle Sales (units, thousands)	277	242	91	16	20	20	21		
y/y % change	5.3	-12.7	-8.7	-6.0	-7.6	-9.1	-9.6		
Consumer Price Index (y/y % change)	2.6	1.1	1.5	1.4	1.5	1.5	1.5	1.3	
Excluding Food & Energy	2.4	2.3	2.1	2.1	2.1	2.2	2.0	1.8	
NEW: Housing Starts (SAAR, 000's)	40.6	37.3	24.1	22.6	22.0	28.8	22.0	24.1	25.8
y/y % change	12.7	-8.1	-39.4	-47.4	-56.1	-9.2	-33.7	-42.2	-25.8
NEW: New Housing Price Index (y/y % change)	3.4	0.7	-0.4	-0.7	-0.4	-0.2	-0.1	-0.5	
Resale Home Sales	71,773	56,477	25,224	3,888	4,151	4,403	4,321	4,459	
y/y % change	8.6	-21.3	-11.1	-10.4	-13.2	-7.2	-14.2	-10.8	
Sales to New Listing Ratio	0.65	0.52	0.48	0.43	0.47	0.49	0.52	0.53	
MLS Average Resale Prices ($ thousands)	401	393	387	385	385	390	392	389	
y/y % change	5.2	-1.9	1.2	0.5	1.6	-1.0	0.9	1.3	
Consumer Bankruptcies (level)	3,859	4,280	2,368	483	515	500	480		
y/y % change	-17.7	10.9	30.0	45.5	33.1	35.9	42.0		
Business Sector									
Goods Exports (customs based,$ million)	121,484	92,441	36,097	5,847	5,714	5,389	5,647	6,329	
y/y % change	17.9	-23.9	-23.1	-26.5	-27.0	-28.0	-20.2	-15.4	
Energy Products ($ million)	91,299	62,500	22,483	3,667	3,324	3,126	3,452	4,144	
y/y% change	20.6	-31.5	-29.2	-34.5	-34.8	-36.8	-24.7	-17.1	
Agricultural Products ($ million)	6,462	6,475	3,222	491	576	619	538	504	
y/y % change	4.5	0.2	-2.6	6.6	5.5	11.8	-13.5	-7.5	
Rigs Drilling	252	120	62	113	45	29	25	41	58
y/y% change	7.4	-52.6	-50.6	-46.6	-54.5	-43.9	-50.3	-43.7	-49.8
Manufacturing Shipments ($ million,SA)	78,941	68,045	24,901	4,899	4,932	5,111	5,010		
y/y% change	7.5	-13.8	-14.3	-16.4	-15.2	-11.2	-13.8		
Wholesale Trade ($ million, SA)	84,856	79,801	31,013	6,170	6,197	6,146	6,047		
y/y% change	8.1	-6.0	-9.8	-10.9	-10.1	-12.0	-8.4		
NEW: Building Permits ($ million, SA)	18,258	16,753	6,588	1,586	931	1,182	904	878	
y/y% change	5.8	-8.2	-21.8	21.9	-33.5	-18.6	34.1	-41.1	
NEW: Residential Permits ($ million, SA)	10,831	9,876	3,261	592	451	613	498	510	
y/y % change	9.9	-8.8	-35.0	33.6	-47.4	-26.7	-31.0	-38.8	
NEW: Non-Residential Permits ($ million, SA)	7,426	6,877	3,326	994	480	568	406	367	
y/y % change	0.3	-7.4	-2.4	142.1	-11.7	-7.6	-37.6	-44.0	
NEW: Non-Res. Building Cons. Price Index[2] (y/y % change)	1.6	0.7	3.1		2.1			4.0	
Business Bankruptcies	105	95	34	8	8	6	7		
y/y % change	23.4	-9.5	-10.5	100.0	14.3	-25.0	-30.0		

[1] Quarterly; annual numbers are presented on a census year basis (July 1– June 30)

[2] Quarterly, average of Calgary and Edmonton

YTD YTD (year-to-date). "SA" denotes seasonally adjusted. "SAAR" denotes seasonally adjusted at annual rate

Sources: All data are from Statistics Canada except Housing Starts (Canada Mortgage and Housing Corporation), MLS Average Resale Prices (Canada Real Estate Association), Rigs Drilling (Canadian Association of Oilwell Drilling Contractors) and Bankruptcies (office of the superintendent of Bankruptcy)

All historical data are subject to revision